

NOVEMBER 26, 1990

THE DIRECTOR OF THE DIVISION OF STATE LANDS & FORESTRY TOOK FORMAL ACTION ON NOVEMBER 26, 1990, AT 9:30 A.M. IN THE DIVISION OF STATE LANDS & FORESTRY OFFICE, 355 WEST NORTH TEMPLE, 3 TRIAD CENTER, SUITE 400, SALT LAKE CITY, UTAH 84180-1204, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

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INTEREST ASSIGNMENTS--OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Mr. Bonner, the Director approved the assignment of 50% interest in and to the Oil, Gas, and Hydrocarbon leases listed below to Andover Partners, P.O. Box 1715, Denver, CO 80201, by Joan Chorney. No override.

LEASE OWNERSHIP: JOAN CHORNEY

....ML 44914....ML 44915....ML 44916....ML 44917....ML 44918....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 50% interest in and to the Oil, Gas, and Hydrocarbon lease listed below to Yates Petroleum Corporation, 105 South 4th Street, Artesia, NM 88210, by BASF Corporation. No override.

LEASE OWNERSHIP: YATES PETROLEUM CORPORATION--50%, AND
BASF CORPORATION--50%

....ML 41954....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 25% interest in and to the Oil, Gas, and Hydrocarbon lease listed below to TXO Production Corporation, First City Center, 1700 Pacific Avenue, LB 10, Dallas, TX 75201-4696, by Apcot-Finadel Joint Venture. No override.

LEASE OWNERSHIP: TXO PRODUCTION CORPORATION--75%, AND
APCOT-FINADEL JOINT VENTURE--25%

....ML 41232....

INTEREST ASSIGNMENTS--OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 25% interest from the surface of the earth down to 100 feet below the stratigraphic equivalent of 3,535 feet, as encountered in the Croquet Federal No. 2 Well located in the N $\frac{1}{2}$ SE $\frac{1}{4}$ of Sec. 35, T6S, R21E, SLB&M., in and to the Oil, Gas, and Hydrocarbon lease listed below to TXO Production Corp., First City Center, 1700 Pacific Avenue, LB, Dallas, TX 75201-4696, by Apcot-Finadel Joint Venture. No override, but subject to 12.5% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: FROM SURFACE OF THE EARTH DOWN TO 100 FEET BELOW THE STRATIGRAPHIC EQUIVALENT OF 3,535 FEET AS ENCOUNTERED IN THE CROQUET FEDERAL NO. 2 WELL IN N $\frac{1}{2}$ SE $\frac{1}{4}$ OF SEC. 35, T6S, R21E, SLB&M.
T6S, R21E, SLB&M.
Sec. 35: Bed of the Green River
TXO PRODUCTION CORPORATION--75%, AND
APCOT-FINADEL JOINT VENTURE--25%

....ML 37653....

OPERATING RIGHTS--OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Mr. Bonner, the Director approved the assignment of 25% interest in operating rights from 800 feet below the surface of the ground down to 100 feet below the stratigraphic equivalent of 8,346 feet as attained in the drilling of the Little Berry No. 1 Well located in the SW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 2, T16S, R23E, SLB&M., in and to the Oil, Gas, and Hydrocarbon lease listed below to TXO Production Corp., First City Center, 1700 Pacific Avenue, LB 10, Dallas, TX 75201-4696, by Petrofina Delaware, Inc. and Fina Oil and Chemical Co. No override, but subject to 6.5% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: MARATHON OIL COMPANY
OPERATING RIGHTS: From 800 feet to 100 feet below the stratigraphic equivalent of 8346 feet as attained in the drilling of the Little Berry State No. 1 Well located in the SW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 2, T16S, R23E, SLB&M.
TXO PRODUCTION CORPORATION--75%,
FINA OIL & CHEMICAL COMPANY--12.5%, AND
PETROFINA DELAWARE, INC.--12.5%

....ML 19905-B....

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OPERATING RIGHTS ASSIGNMENTS--OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 25% interest in operating rights from the surface to the stratigraphic equivalent of 3810 feet being total depth drilled in the Shuffleboard Federal No. 1 Well located in the NE¼NE¼ Sec. 27, T6S, R21E, SLB&M., in and to the Oil, Gas, and Hydrocarbon lease listed below to TXO Production Corp., First City Center, 1700 Pacific Avenue, LB 10, Dallas, TX 75201-4696, by Petrofina Delaware, Inc. and Fina Oil and Chemical Co. No override, but subject to 9.5% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: ENRON OIL & GAS COMPANY
OPERATING RIGHTS: From the surface to the stratigraphic equivalent of 3810 feet being total depth drilled in the Shuffleboard Federal No. 1 Well located in NE¼NE¼ Sec. 27, T6S, R21E, SLB&M.
TXO PRODUCTION CORPORATION--75%,
FINA OIL & CHEMICAL COMPANY--12.5%, AND
PETROFINA DELAWARE, INC.--12.5%

....ML 34628....

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SURFACE BUSINESS MATTERS

SPECIAL USE LEASE

SPECIAL USE LEASE NO. 817 (Amended)

Name of Lessee:
Dennis W. Remington
RFD No. 1, Box 71-0
Spanish Fork, UT 84660

Lessee #: 5387
Record of Decision #:
90-0501-SULA817

Lease Type: AGR
Date of Application: Jan. 17, 1990
Beginning Date: July 1, 1990
Approval Date: June 14, 1990
Acres: 31 acres
Rental: \$310.00
County: Utah
Date Rental Received: April 19, 1990

Due Date: 0701
Application Fee: \$50.00
Expiration Date: June 30, 2000
Reassessment Date: July 1, 1993
Fund: School
Term of Lease: 10 years
Payment Amount: \$310.00

Legal Description:

Township 9 South, Range 3 East, SLB&M

Section 13: Beginning at a point which is North 600 ft. and East 512 ft. from the North 1/4 corner of Sec. 13, T9S, R3E, SLB&M; thence N 34°74'11" E 666 ft.; thence in a Southeasterly direction along the fence 2,310 ft., more or less, to the East end of said fence line; thence in a Westerly direction along said fence line 2,325 ft., more or less; thence in a Northwesterly direction 1,590 ft. to point of beginning. Containing 31 acres, more or less.

Plus 25 acre feet of water from Strawberry Water User's Association.

Comments:

After reconsideration, the applicant said he is only willing to lease the portion of property that is fenced, plus approximately four acres outside the fenced area adjacent to the southeast portion of the parcel. His feelings are that this is the only portion of the property he can effectively use. The remaining portion is comprised of land along the highway, river, railroad tracks, and flood impact zone. He is unwilling to pay for unusable land; and indicated the portion in which he has interest contains approximately twenty-four acres. The ASCS, using aerial photography, determined the area contains 30.7 acres. Although the applicant is uncomfortable with this figure, in an October 23, 1990 telephone conversation, he agreed to a thirty-one acre lease for \$310.00 per year.

Special Use Lease 817 was approved by the Director on June 14, 1990, and upon recommendation of Mr. Tripp, the Director approved the amended description for SULA 817.

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REFUND REQUESTED

Sunedco Coal Company - c/o Soldier Creek Coal Co. - P. O. Box 1 - Price, Utah 84501 is requesting a refund of \$218.40 from lease ML 42648 and \$132.72 from lease ML 42649 for a total of \$351.13. This represents 6% late penalties paid which were postmarked timely.

Upon recommendation of Mr. Johnson, the Director approved the above captioned refund.

RECORD FILE INFORMATION

ML 34629 was removed from the Director's Minutes of October 15, 1990. This Oil, Gas, and Hydrocarbon Lease was included with other leases for failure to pay their annual rental of \$600.00. Rental was due on or before the cancellation date of October 5, 1990. Because this lease is currently producing gas in paying quantities, \$600.00 will be debited to the Suspense Fund to cover the September 1, 1990 annual rental and will be offset by future production royalties beginning with November, 1990 gas production. TGX will claim the rental credit on future royalty returns until the \$600.00 debit in the Suspense Fund is absorbed.

Upon recommendation of Mr. Johnson, the Director approved the above captioned action.

<u>INTEREST RATE</u>	<u>CURRENT YEAR</u>	<u>YEAR AGO</u>
Base Rate	10.00	10.50


RICHARD J. MITCHELL, DIRECTOR
DIVISION OF STATE LANDS/FORESTRY


LESLIE M. WARNER, RECORDS SUPERVISOR

ARCHIVES APPROVAL NO. 7900209

11/26/90 1w

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